

WISCONSIN TECHNICAL COLLEGE SYSTEM

Budget Summary							
Fund	2002-03 Base Year Doubled	2003-05 Governor	2003-05 Jt. Finance	2003-05 Legislature	2003-05 Act 33	Act 33 Change Over Base Year Doubled	
						Amount	Percent
GPR	\$280,155,600	\$278,875,600	\$279,409,400	\$279,409,400	\$279,409,400	- \$746,200	- 0.3%
FED	61,990,000	62,072,800	67,155,600	67,155,600	62,045,600	55,600	0.1
PR	<u>12,423,200</u>	<u>12,644,400</u>	<u>13,503,800</u>	<u>13,503,800</u>	<u>13,244,400</u>	<u>821,200</u>	6.6
TOTAL	\$354,568,800	\$353,592,800	\$360,068,800	\$360,068,800	\$354,699,400	\$130,600	0.0%

FTE Position Summary						
Fund	2002-03 Base	2004-05 Governor	2004-05 Jt. Finance	2004-05 Legislature	2004-05 Act 33	Act 33 Change Over 2002-03 Base
GPR	34.25	31.25	32.25	32.25	32.25	- 2.00
FED	29.65	32.25	40.10	40.10	32.25	2.60
PR	<u>12.00</u>	<u>10.00</u>	<u>12.20</u>	<u>12.20</u>	<u>10.00</u>	<u>- 2.00</u>
TOTAL	75.90	73.50	84.55	84.55	74.50	- 1.40

Budget Change Items

1. STANDARD BUDGET ADJUSTMENTS

	Governor (Chg. to Base)		Jt. Finance/Leg. (Chg. to Gov)		Net Change	
	Funding	Positions	Funding	Positions	Funding	Positions
GPR	\$530,000	0.00	- \$63,000	0.00	\$467,000	0.00
FED	82,800	3.60	- 27,200	0.00	55,600	3.60
PR	<u>- 178,800</u>	<u>0.00</u>	<u>0</u>	<u>0.00</u>	<u>- 178,800</u>	<u>0.00</u>
Total	\$434,000	3.60	- \$90,200	0.00	\$343,800	3.60

Governor: Adjust the base budget by \$265,000 GPR, \$41,400 FED, -\$89,400 PR, and 3.60 FED positions annually for: (a) full funding of salaries and fringe benefits (\$230,300 GPR, \$24,600 FED, -\$89,400 PR, and 3.60 FED positions annually); (b) fifth week vacation as cash (\$31,500 GPR and \$13,600 FED annually); and (c) full funding of lease costs (\$3,200 GPR and \$3,200 FED annually).

Joint Finance/Legislature: Delete funding for fifth week of vacation as cash (\$31,500 GPR and \$13,600 FED annually).

2. BASE BUDGET REDUCTIONS

Governor/Legislature: Reduce the WTCS Board's general program operations appropriation by \$336,600 annually and delete 2.0 GPR positions, 2.0 PR positions funded from funds received from other state agencies, and 1.0 FED positions. The GPR reduction represents approximately 10.2% of the agency's two GPR general program operations appropriations.

Funding Positions		
GPR	- \$673,200	- 2.00
FED	0	- 1.00
PR	0	- 2.00
Total	- \$673,200	- 5.00

3. HEALTH CARE PROGRAM [LFB Paper 825]

GPR	\$9,790,000
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Governor/Legislature: Provide \$4,340,000 in 2003-04 and \$5,450,000 in 2004-05 in a new appropriation to expand health care education programs. The Executive Budget Book indicates that the grants would be intended to expand course capacity and access to health care education at WTCS districts, increase minority and male enrollment in health care occupations, and accelerate on-line programming.

[Act 33 Sections: 391, 943, and 944]

4. ELIMINATE GRANTS FOR ADDITIONAL COURSE SECTIONS [LFB Paper 825]

GPR	- \$4,900,000
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Governor/Legislature: Eliminate the grants for additional course sections program with \$2,450,000 annually. This program, which was created in 1999 Act 9, provides grants to WTCS district boards for the purpose of adding sections in courses in which student demand exceeds capacity. Eligible expenditures are direct instructional costs, instructional supplies, and equipment. For 2001-02, the latest year for which data are available, 39 grants were awarded totaling \$2,450,000.

[Act 33 Sections: 393, 944, and 945]

5. ELIMINATE CAPACITY GRANT PROGRAM [LFB Paper 825]

GPR	- \$4,000,000
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Governor/Legislature: Eliminate the capacity grant program with \$2,000,000 annually. This program, which was created in 1999 Act 9 (the 1999-01 state budget), provides funds to WTCS districts to develop or expand programs in occupational areas of high demand. All 16 districts received a total of \$3,000,000 in 2001-02, with individual grants ranging from \$17,000 to \$272,000. In 2002-03, it is estimated that all 16 districts will receive grants totaling \$2,000,000.

[Act 33 Sections: 392, 942, and 944]

6. REDUCE FUNDING FOR INCENTIVE GRANTS [LFB Paper 825]

GPR	- \$2,000,000
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Governor/Legislature: Reduce funding for the incentive grants program by \$1,000,000 annually. In 2002-03, \$7,533,100 was provided to the WTCS Board to award grants to districts for developing or expanding basic skill programs, developing new and emerging occupation programs, assisting business and industry in adopting and implementing new technology, and providing technical training programs at secured juvenile correctional facilities.

7. TECHNICAL COLLEGE DISTRICT LEVY LIMITS

Joint Finance: Limit any technical college district from increasing its total levy by more than 2.6%.

Specify that the levy limit would be adjusted, as determined by the Department of Revenue, as follows: (a) if a technical college district transfers to another governmental unit responsibility for providing any service that was provided in the preceding year, the levy increase limit otherwise applicable to the technical college district would be decreased to reflect the cost that the technical college district would have incurred to provide the service; (b) if a technical college district increases the services that it provides by adding responsibility for providing a service transferred to it from another governmental unit, the levy increase limit otherwise applicable to the technical college district would be increased to reflect the cost of providing that service; and (c) if the debt service levy for a technical college district in the preceding year is less than the debt service levy needed in the current year for any debt approved by a district board prior to the effective date of the biennial budget act, the levy increase limit otherwise applicable would be increased by the difference between the two amounts.

Create a procedure under which a technical college district could exceed its levy increase limit if the technical college district's governing body adopts a resolution to that effect and the electors of the technical college district approve the resolution in a referendum. Specify that a referendum to exceed the levy increase limit for the 2004-05 fiscal year levy would have to be held at the same time as the spring primary or election or the September primary or November general election. Provide that current law governing elections would apply to the referendum and that the district board would provide election officials necessary election supplies. Specify the wording of the question to be used for a referendum, and require the district board to certify the results of the referendum to the state WTCS Board within 14 days of the referendum.

Specify that these provisions would not apply after June 30, 2006.

Because this provision would be effective on the bill's general effective date and would be sunset effective July 1, 2006, these provisions would apply to fiscal years 2003-04, 2004-05 and 2005-06.

Senate/Legislature: Modify the provision relating to debt approved by a district board before the bill's effective date to, instead, apply to debt approved before July 1, 2003. Specify that these provisions would sunset three years after the bill's effective date, rather than on June 30, 2006.

Veto by Governor [A-15]: Delete provision.

[Act 33 Vetoed Section: 943m]

8. CONSOLIDATION OF STATE AGENCY ATTORNEYS UNDER DOA [LFB Paper 105]

	Governor (Chg. to Base)		Jt. Finance/Leg. (Chg. to Gov)		Net Change	
	Funding	Positions	Funding	Positions	Funding	Positions
GPR	-\$26,800	- 1.00	\$26,800	1.00	\$0	0.00

Governor: Reduce the WTCS Board's general program operations appropriation by \$13,400 and 1.0 position annually to reflect the consolidation of executive branch attorneys under DOA, effective the later of October 1, 2003, or the first day of the third month beginning after the bill is enacted. Reallocate \$40,000 annually of remaining base level salary and fringe benefits funding that currently supports 1.0 attorney position to the agency's supplies and services budget to pay for legal services supplied by DOA.

Joint Finance/Legislature: Delete provision. Instead, direct the Secretary of DOA to delete 31.0 FTE executive branch agency attorney positions, other than attorney positions at the University of Wisconsin System, that are vacant on January 2, 2004, and lapse the associated budgeted non-FED salary and fringe benefits amounts to the general fund in 2003-04 and 2004-05. If fewer than 31.0 FTE agency attorney positions are vacant on January 2, 2004, authorize the Secretary of DOA to delete sufficient additional state agency attorney positions, other than at the University of Wisconsin System, to ensure the elimination of a total of 31.0 FTE state agency attorney positions. The additional fiscal effect of this position deletion requirement is reflected under "Administration -- Transfers to the Department."

Veto by Governor [D-2]: Delete all references to the word "attorney," so that the Secretary of DOA must eliminate 31.0 positions that are vacant as of January 2, 2004. Delete the exemption of the University of Wisconsin System, so that the only executive branch agencies that would be exempted from the position reductions are the Department of Employee Trust Funds and the Investment Board.

[Act 33 Section: 9101(9x)]

[Act 33 Vetoed Section: 9101(9x)]

9. FIRE SERVICE - STATE OPERATIONS

PR \$200,000

Governor/Legislature: Provide \$100,000 annually to increase funding for firefighter training services provided by the WTCS Board above base level funding of \$284,200 in 2002-03. Funding is provided from fire dues payments, a 2% assessment on fire insurance premiums. Funding provided to WTCS Board from fire dues payments is currently used for the development and purchase of curriculum materials, workshops for firefighters, an annual workshop for WTCS firefighter instructors and trainers from fire departments, and technical assistance to WTCS districts.

10. FIRE SERVICE - LOCAL ASSISTANCE

PR \$200,000

Governor/Legislature: Provide \$100,000 annually to increase funding for firefighter training services provided by the WTCS districts above base level funding of \$500,000 in 2002-03. Funding is provided from fire dues payments, a 2% assessment on fire insurance premiums. Funding provided to WTCS districts is currently used to provide firefighter training programs for members of volunteer and paid fire departments.

11. TRANSFER GOVERNOR'S WORK-BASED LEARNING BOARD [LFB Paper 837]

	Jt. Finance/Leg. (Chg. to Base)		Veto (Chg. to Leg)		Net Change	
	Funding	Positions	Funding	Positions	Funding	Positions
GPR	\$570,000	0.00	\$0	0.00	\$570,000	0.00
FED	5,110,000	7.85	- 5,110,000	- 7.85	0	0.00
PR	<u>859,400</u>	<u>2.20</u>	<u>- 259,400</u>	<u>- 2.20</u>	<u>600,000</u>	0.00
Total	\$6,539,400	10.05	- \$5,369,400	- 10.05	\$1,170,000	0.00

Joint Finance/Legislature: Provide \$285,000 GPR, \$429,700 PR, \$2,555,000 FED with 2.20 PR positions and 7.85 FED positions annually to WTCS related to the transfer of the Governor's Work-Based Learning Board (GWBLB). Funding and positions transferred from the GWBLB would be provided to administer the following programs: Carl Perkins; Title II tech prep funds; work-based learning grants to tribal colleges; and school-to-work for at-risk youth. Specify that incumbent employees would transfer to WTCS, unless there is insufficient funding to support that transfer. Provide that an incumbent employee who would not be transferred to WTCS would enjoy the same rights and status at DWD that the employee enjoyed in the GWBLB immediately before the elimination of that Board. (See "Workforce Development -- Employment, Training, and Vocational Rehabilitation Programs" for more information on this transfer.)

Veto by Governor [A-27]: Modify provisions related to the transfer of the GWBLB in the following ways: (a) delete authority for the WTCS Board to administer the technical preparation program and restore administration of this program to the GWBLB; (b) delete the transfer of 2.20 PR positions and program revenue continuing appropriations for intra- and interagency programs, and auxiliary services; and (c) delete WTCS administration of the Carl Perkins and

Title II tech prep funds and restore administration to the GWBLB, as a result, the veto deletes \$5,110,000 FED and 7.85 FED positions related to these programs. In his veto message, the Governor indicates that he could not veto the transfer to the WTCS Board of the programs for work-based learning grants to tribal colleges and school-to-work for at risk youth without eliminating the program funding. He is requesting that the GWBLB and DWD provide whatever assistance may be needed by the WTCS Board to administer these programs.

[Act 33 Sections: 293v, 547d, 551e, 946d, 946e, 946f, 946j, 946k, 946m, 1868p, 1868r, 1876t, and 9159(6x)]

[Act 33 Vetoed Sections: 286 (as it relates to 20.292(1)(ga) & (kx)), 549d, 552d, 946d, 946e, 946f, 946g, 946j, 1867d, 9149(1x), 9159(6x), and 9259(3)]